

HOUSE BILL 2545
By Ferguson

AN ACT to amend Tennessee Code Annotated, Title 8,
Chapter 27, relative to group insurance for retired
local education employees.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 8-27-302(d)(1), is amended by
deleting the last sentence of the subdivision and substituting instead the following sentences:

For retirees with thirty (30) years or more of service, the retiree shall pay fifty-five
percent (55%) of the total premium under the plan during the first year of retirement.

The percentage of the total premium that a retiree with thirty (30) years or more of
service pays shall decrease by ten percent (10%) per year in each of the next three (3)
years of retirement. In the fifth and all subsequent years of retirement, a retiree with
thirty (30) years or more of service shall pay twenty percent (20%) of the total premium.

SECTION 2. This act shall take effect July 1, 2006, the public welfare requiring it.